GOVERNMENT OF INDIA
PLANNING
LOK SABHA

UNSTARRED QUESTION NO:7044
ANSWERED ON:08.05.2015
FUNDS TO STATES
Kashyap Shri Virender

Will the Minister of PLANNING be pleased to state:

(a) whether the States have been benefited with the policy of distribution of taxes by the 14th Finance Commission;

(b) if so, the details thereof;

(c) whether the NITI Ayog has given any specific directions to States regarding distribution of funds directly to Panchayati Raj Institutions (PRIs) or municipalities; and

(d) if so, the details thereof?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) FOR MINISTRY OF PLANNING AND MINISTER OF STATE FOR DEFENCE (RAO INDERJIT SINGH)

(a) &(b): As per the recommendations of the Fourteenth Finance Commission, Union Government has decided to devolve a much higher share of 42% of Union's net tax receipts, to the States. In comparison to 2014-15, this will be a significant enhancement of 10%, over 32% during the award period of the Thirteenth Finance Commission. As against a total devolution of Rs. 14,48,096 crorerecommended by the Thirteenth Finance Commission for the period 2010-2015, total tax devolution of Rs. 39,48,188 crore has been recommended by the Fourteenth Finance Commission for the period 2015-2020.

(c):No, Madam.

(d): Does not arise.